Trade agreement between India and U.S.A.

1855. DR. ALLADI P. RAJKUMAR: Will the Minister of COMMERCE AND INDUSTRY be pleased to state:

(a) whether any trade agreement has been signed between India and United States to eliminate barriers in several key sectors including textiles and agriculture;

(b) if so, the details of the agreement; and

(c) the extent to which India's trade with USA has improved after signing the agreement?

THE MINISTER OF COMMERCE AND INDUSTRY (SHRI MURASOLI MARAN) (a) and (b) No, Sir. However, India and the United States of America (USA) have reached a bilateral agreement for the determinsation of reasonable period of time for implementing the rulings and recommendations of the Dispute Settlement Body (DSB) of the World Trade Organisation (WTO) dated 22nd Sepember, 1999, which had upheld that India's Quantitative Restrictions (QRs) on imports were not justified on Balance-of Payments (BOP) grounds. The ruling was in the context of a dispute filed by the USA in the WTO on the QRs on imports maintained by India. The reasonable period of time for implementation,, as mutually agreed will finally expire on April 1, 2001 by which date the existing QRs on all 1429 tariff lines at 8 digit level will have to be removed by India. The QRs on 714 items will be removed by 1st April, 2000 and QRs on the remaining 715 items will be removed by 1st April, 2001.

(c) Sines the QRs on the items covered under this agreement have not yet been removed, the question does not arise.

FDI Clearance

1856. SHRI JIBON ROY: Will the Minister of COMMERCE AND INDUSTRY be pleased to state:

(a) the amount for which FDI clearance has been made by Government, since 1991, year-wise and the real investment taken place thereof; and

(b) the percentage of investment made, sector-wise i.e. Core Seictor, Infrastructure, Capital goods, automobile, consumer goods and in mergers and 'acquisitions?

THE MINISTER OF STATE IN THE MINISTRY OF COMMERCE AND INDUSTRY (DR. RAMAN): (a) Sir, The details of year-wise FDI approved and inflow of FDI from 1991 to 1999 given in the Statement-I. *(See* below).

(b) The details of percentage of Foreign Direct Investment made, sector-wise, inclusive of mergers and acquisitions, are given in the Statement-II.

Statement-I

Details of year-wise FDI approved and inflow of FDI

(Amount Rs. in Crore)

Year (Jan—Dec.)	Amount of Foreign Direct Investment Approved	Amount of Inflow of FDI
1991	534.11	351.43
1992	3887.54	675.18
1993	8859.33	1786.71
1994	14187.19	3289.28
1995	32071.72	6820.03
1996	36146.81	1 0389.20
1997	54891.35	16425.33
1998	30813.50	13339.84
1999	28366.53	16867.79
TOTAL:	209,758.08	69,944.79

Statement-II

Sector wise break-up of foreign direct investment and technical collaboration approved during the post-policy period from (01/08/1991 to 31/12/1999)

(Amt.Hs. in Crore)

S. No..	Name of Industry	No. of Approval				
		Total	Tech	Fin	Amount of IFD1 Approved	% to Total Amount Approved
1.	Fuels	673	215	458	63453. 12	30.26
2.	Telecommunications	586	113	473	36642. 63	17.48
3.	Transportation Industry	1112	498	614	17430. 39	.8.31
4.	Service Sector	726	42	684	13657.46	6.61

Sl. No.	Name of Industry	No. of Approval			Amount of FDI Approved	% to Total Amount Approved
		Total	Tech	Fin		
5.	Metallurgical Industries	595	320	275	12549.84	5.99
6.	Electricals Equipment	2957	1052	1905	12062.41	5.75
7.	Chemicals (other than Fertilizers)	1489	736	753	12040.56	5.74
8.	Food Processing Industries	749	138	611	8482.02	4.05
9.	Hotel & Tourism	395	135	260	4275.12	2.04
10.	Miscellaneous Industries	1322	643	679	3344.74	1.60
11.	Textiles (Includ Dyed, Printed)	625	124	501	3129.67	1.49
12.	Paper and Pulp Including Paper Product	168	63	105	2994.54	1.43
13.	Industrial Machinery	1265	776	489	2227.82	1.06
14.	Consultancy Services	518	90	428	1961.85	0.94
15.	Glass	93	32	61	1767.01	0.84
16.	Trading	409	48	391	1457.11	0.69
17.	Miscellaneous Mechanical & Engineering	694	290	404	1395.30	0.67
18.	Cement and Gypsum Products	90	37	53	1383.69	0.66
19.	Rubber Goods	194	98	96	1181.20	0.56
20:	Fermentation Industries	61	19	42	1127.73	0.54
21.	Commercial, Office & Household Equipment	76	29	47	1067.11	0.51
22.	Sugar	7	1	6	1000.75	0.48
23.	Drugs and Pharmaceuticals	351	195	156	881.76	0.42
24.	Ceramics	200	57	143	858.46	0.41
25.	Agricultural Machinery	41	30	11	434.84	0.21
26.	Machine Tools «	185	85	100	375.76	0.18
27.	Soaps, Cosmetics and Toilet Preparations	51	16	35	337.42	0.16
28.	Leather, Leather Goods & Pickers	176	35	141	300.79	0.14
29.	Fertilizers	64	57	7	246.88	0.12
30.	Medical and surgical appliances	73	24	49	245.66	0.12
31.	Vegetable Oils and Vanaspati	40	3	37	242.23	0.12
32.	Photographic raw Film and Paper	23	10	13	229.79	0.11
33.	Boilers & Steam Generating Plants	75	42	33	146.66	0.07
34.	Industrial Instruments	167	95	72	121.52	0.06
35.	Dye-Stuffs	19	3	16	111.22.	0.05
36.	Prime Movers other than Electrical	61	38	23	91.72	0.04
37.	Earth-Moving Machinery	58	35	23	85.19	0.04
38.	Scientific Insruments	41	14	27	61.73	0.03
39.	Mathematical, Surveying and Drawing	6	2	4	38.37	0.02
40.	Timber Products	12	2	10	16.32	0.01
41.	Defence Industries	5	4	1	3.47	0.00
42.	Glue and Gelatin	2	0	2	1.20	0.00
	TOTAL	16454	6216	10238	209663.08	